

Union Gas Southern Operations Area

2006 Summary of Rate Changes

Rate M2 Commercial/Industrial

Rate Component (cents/m ³)	Rate Change	Jan 1/06	Rate Change	April 1/06*	Rate Change	Jul 1/06	Rate Change	Oct 1/06
Gas Commodity Rate (cents/m³)	9.7300	41.6725	(6.6639)	36.8782	(0.8105)	36.0677	(0.4173)	35.6504
Gas Price Adjustment				(1.8696)	(1.7572)	(3.6268)	(0.5042)	(4.1310)
Transportation to Union Gas (cents/m³)	(0.0037)	3.5702	(0.0198)	3.5504	(0.5497)	3.0007	0.2355	3.2362
Storage (cents/m³)	--	0.9544	-	0.9544	-	0.9544	-	0.9544
Delivery to You (cents/m³)								
First 1,400 m ³	0.5306 (2)	5.6161	0.0126	5.6287	-	5.6287	-	5.6287
Next 4,600 m ³	0.5306 (2)	4.0013	0.0126	4.0139	-	4.0139	-	4.0139
Next 124,000 m ³	0.5306 (2)	2.8092	0.0126	2.8218	-	2.8218	-	2.8218
Next 270,000 m ³	0.5306 (2)	2.0735	0.0126	2.0861	-	2.0861	-	2.0861
Over 400,000 m ³	0.5306 (2)	1.9296	0.0126	1.9422	-	1.9422	-	1.9422
Delivery Price Adjustment				(0.0327)	(0.0587)	(0.0914)	(0.1519) (3)	(0.2433)
Monthly Charge	--	\$14.00		\$14.00		\$14.00		\$14.00

(1) The Delivery to You rate decrease of 0.4717 cents/ m³ consists of an increase of 0.1763 cents/ m³ in the new rate and a temporary credit of 0.6480 cents/ m³. The temporary credit, for the period July 1 to December 31, 2005, will amount to a decrease of about \$5.

(2) The Delivery to You rate change includes the expiry of the temporary credit of 0.6480 cents / m³. The annual bill decrease of \$20 excludes the temporary credit in the previous Delivery to You rate.

* Prior to July 1, 2006, your bill will combine each rate and the associated price adjustment (if applicable) on a single line.

(3) The Delivery Price Adjustment decrease of 0.1519 cents/m³ consists of a decrease of 0.0004 cents/m³ in the new rate and a temporary credit of 0.1515 cents/m³. The annual bill decrease of \$0.08, which appears in the table above, excludes the impact of the temporary credit. The temporary credit, for the period October 1 to December 31, 2006, will amount to a decrease of \$6.88.